

Transaction Privilege Tax (TPT) Rate (Sales Tax)

| <u>ARIZONA STATE SALES TAX RATE</u> | | <u>MARICOPA COUNTY EXCISE TAX RATE</u> | |
|-------------------------------------|-------------|--|-------------|
| General Tax | 5.0% | Transportation Excise Tax | 0.5% |
| Education (Prop 301) | <u>0.6%</u> | Jail Facilities Excise Tax | 0.2% |
| Total State Sales Tax | <u>5.6%</u> | Total County Sales Tax | <u>0.7%</u> |

Additional information regarding TPT rates can be found at the Arizona Department of Revenue website: <http://www.azdor.gov/Business/TransactionPrivilegeTax/TPTRates.aspx>

The State of Arizona sales tax rate for retail purchases is 5.6%. Maricopa County adds 0.7% sales tax to support roads and jails. In addition, each city may add sales tax. State of Arizona sales tax (5.6%) and Maricopa County sales tax (0.7%) plus the city sales tax rate equals the amount paid as retail sales tax when purchasing merchandise in that city. (The temporary 1% increase approved by voters on Proposition 100 Special Election, effective June 1, 2010, ended May 31, 2013.)

Transportation Excise Tax

The Maricopa County Transportation Excise Tax was extended to 2025 when voters approved Proposition 400 in November 2004 to continue the countywide half-cent (0.5%) transportation tax. Originally established in 1985 through Proposition 300, the transportation tax represents the major funding source for the MAG Regional Transportation Plan (RTP). The Transportation Excise Tax is authorized pursuant to Arizona Revised Statute 42-6105. Additional information regarding RTP can be found at the following location: <http://www.azmag.gov/Projects/Project.asp?CMSID2=1126&MID=Transportation>

Jail Facilities Excise Tax

Maricopa County voters approved Proposition 411 in November 2002, which continues the existing 1/5 of one-cent (0.2%) Jail Facilities Excise Tax initially established in November 1998 under the authority of Propositions 400 and 401. The tax will continue for not more than twenty years after the date the tax collection begins. The Jail Facilities Excise Tax is authorized pursuant to Arizona Revised Statute 42-6109.01.

Stadium District Car Rental Surcharge

The Maricopa County Stadium District Board of Directors initially levied a car rental surcharge at a rate of \$1.50 beginning in January 1992 and increased the surcharge to \$2.50 in January 1993. Pursuant to Arizona Revised Statute (A.R.S.) Title 48, Chapter 26, Article 2, 48-4234, the District may set the surcharge at a maximum of \$2.50 on each lease or rental of a motor vehicle licensed for hire for less than one year and designed to carry fewer than 15 passengers, regardless of whether such vehicle is licensed in the State of Arizona. The District has pledged a portion of this revenue to repay the bonds issued to build the Chase Field Stadium.